

**NEVADA
GOLDFIELDS
INC.**

BARITE HILL PROJECT

Highway 221 & State Road 33-162
P.O. Box 1510
McCormick, South Carolina 29835
Phone 803/465-3321 Fax 803/465-4308

November 7, 1994

Scott Paper Company
Scott Plaza
Philadelphia, Pennsylvania 19113
Attn: Vice President, Minerals

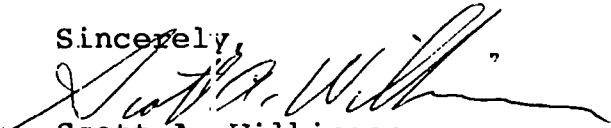
RE: Termination of Exploration and Mining Lease, Dated November 20, 1987, between Brunswick Pulp Land Company (assigned to Georgia Pacific Corp) Amselco Minerals (assigned to Gwalia (USA) LTD).

Dear Sir:

Gwalia (USA) LTD., 100% owned by Nevada Goldfields Inc., per section 9 of the above referenced agreement, surrenders and releases the right to explore for and mine minerals on all portions of land described in the above agreement. Nevada Goldfields Inc. deems itself relieved of any further obligations and liabilities with respect to all portions of land described in the above referenced agreement.

Please feel free to contact me should you have any questions.

Sincerely,


Scott A. Wilkinson
Project Manager
Barite Hill Project
McCormick, South Carolina

c.c. Joe Kircher V.P. Operations
c.c. Jim Maronick V.P./Controller



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